

GOVERNMENT IN HAWAII

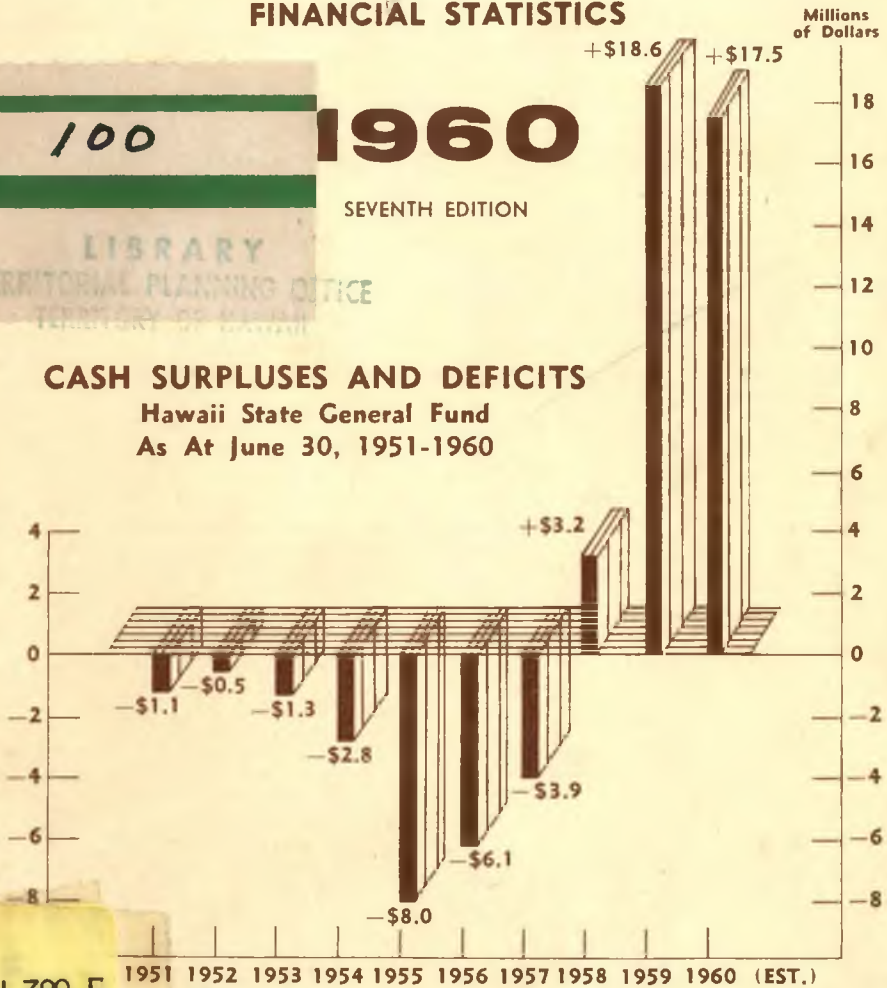
A HANDBOOK OF FINANCIAL STATISTICS

100 1960

SEVENTH EDITION

CASH SURPLUSES AND DEFICITS

Hawaii State General Fund
As At June 30, 1951-1960



HJ 389.5

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1960

AX FOUNDATION OF HAWAII

HONOLULU, HAWAII

TAX FOUNDATION OF HAWAII

The Tax Foundation of Hawaii is a private non-profit, non-partisan organization. Its purpose is to foster and encourage efficiency and economy in government. It hopes to improve the economic status and standards of living of the citizens of the State of Hawaii by making unprejudiced, non-partisan surveys and studies pertaining to public administration and finance. Such information that it has compiled is made available to the public by the publication of pamphlets and periodicals, or through newspapers, radio and television.

It is the function of the Tax Foundation to study the many and complex problems that modern government presents, and act as liaison between the citizen and his government.

GOVERNMENT IN HAWAII

A Handbook of Financial Statistics

1960

SEVENTH EDITION



**TAX FOUNDATION OF HAWAII
551 Alexander Young Building
Honolulu 13, Hawaii
1960**

An Informed Public Makes for Good Government

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FOREWORD

"Government in Hawaii" has been made available in six previous editions. It is strictly a handbook of statistics. We call your attention to a number of highlights.

More than \$314 million in taxes were collected in fiscal 1959 by governments in Hawaii - \$139 million by the state and counties, and \$175 million by the federal. The actual federal burden, however, is much higher since many of the taxes borne by residents of Hawaii, such as fuel and other manufacturers' excise taxes, are collected and reported in the state where the manufacturer is located.

State and county taxes in Hawaii amounted to \$235 per capita for the fiscal year, and were exceeded by only four other states. Average for the states was less than \$182.

Hawaii's per capita personal income in 1958 was \$1,852. Twenty-eight other states had higher figures. The mainland average was \$2,056.

Hawaii's state and county taxes, when related to "ability" as measured by per capita personal income, were the heaviest in the nation in 1959. Per capita taxes amounted to nearly 13% of income - the average for the mainland was less than 9%.

State and county expenditures during the last fiscal year totalled \$182 million, compared to \$155 million for the previous year.

The state's general fund ended the 1959 fiscal year with a cash surplus of \$18.6 million. Even with the higher authorized expenditures resulting from recent legislative sessions, the surplus at June 30, 1960 is estimated at \$17.5 million.

General purpose bonds outstanding at the end of calendar 1959 amounted to nearly \$184 million. Revenue bonds outstanding totalled about \$90 million - a total bonded debt of the state and county governments of almost \$274 million.

During the past ten years, the state population increased 24%. On Oahu alone, population rise was 39%, but the neighbor counties suffered declines of from 6% to 12%.

Employment in the state increased nearly 26% since 1949; tourism grew by 604%; per capita personal income rose by 31%; and per capita taxes are up by almost 72%.

With statehood, Hawaii embarks on a new era. The state legislature convenes in first regular budget session on February 17, 1960. It already has laid the basic foundation for good government when it reorganized the executive branch from more than one hundred separate entities under territorial status to eighteen major departments under the new state constitution. With world-wide publicity, Hawaii can expect a considerable increase in population. Whether we can provide lasting economic expansion to keep pace with expected growth in labor force will depend upon many factors. No minor factor will be the attitude of government toward businesses and individuals.

The Tax Foundation acknowledges the grateful assistance of a number of public officials of the state and county governments and the Federal Internal Revenue District Office. We wish especially to thank the State Directors of Taxation and Budget, State Comptroller, City and County Controller, and County Auditors and their staffs for their cooperation.

Owsley B. Hammond, President
Tax Foundation of Hawaii

TAXES LEVIED IN HAWAII

JANUARY 31, 1960

<u>TAX</u>	<u>BRIEF PROVISIONS</u>	<u>% OF TOTAL COLLECTIONS¹</u>
GENERAL EXCISE	On gross income, gross receipts or gross proceeds of sales of all business activities at following rates: retailing of goods and services, 3-1/2%; wholesaling and intermediary services, 3/4 of 1%; sugar processing and pineapple canning, 2-1/2%; and other canning, manufacturing and producing, 1%. Annual license fee \$2.50 (\$3.00 in certain instances).	39.30
CONSUMPTION	On use or consumption of tangible personal property in the state at 3-1/2%.	0.84
COMPENSATING	On goods purchased through the "efforts" of sales representatives and manufacturer's agents located in Hawaii at 3/4 of 1%.	0.15
LIQUOR	On dealers at 16% of wholesale price. Annual permit required; fee \$2.50. County license fees are imposed by state appointed county liquor commissions.	2.54
TOBACCO	On wholesalers at 20% of wholesale price of all tobacco products. Annual license required; fee \$2.50.	1.34
FUEL	Gasoline on gallonage as follows: 5¢ state, additional 3-1/2¢ Oahu, 5¢ Maui, 6¢ Hawaii, and 4¢ Kauai. Diesel fuel and butane at 1¢ per gallon, except when used on highways, then at same rate as gasoline. Aviation fuel at 3-1/2¢ per gallon.	9.72
MOTOR VEHICLE WEIGHT	Commercial vehicles 1¢ per pound and passenger vehicles 1/2¢ per pound.	3.10
PUBLIC UTILITIES	On public utility gross income, based on ratio of net to gross income at minimum rate of 5-1/2%, except with respect to land carriers taxed at 5%. Utilities are exempt from general excise and property taxes. Utility franchise tax is also imposed by the counties on certain utilities.	3.40
INSURANCE PREMIUMS	On gross premiums as follows: life insurance, 1-1/2% for domestic firms and 2-1/2% for foreign firms; surplus line insurance 4%; casualty and other insurance, 2-1/4% for domestic firms and 3-1/4% for foreign firms. Ocean marine insurance 3/4 of 1% of gross underwriting profit. Insurance companies are exempt from general excise and net income taxes.	1.24
BANKS & OTHER FINANCIAL CORPORATIONS	At 10% of net incomes, as defined for banks, building and loan associations, and other financial corporations not taxed under the general excise or income tax laws. Tax is in lieu of all other taxes except real property. Federal income taxes upon income from sources in the state are deductible.	0.34
CORPORATE INCOME	At 5% on net incomes of \$25,000 or less, and 5-1/2% on net incomes in excess of that amount. Capital gains are taxed at 2-3/4%. Deductions include bad debts, depreciation, business expenses, interest on loans, losses from operations, local taxes (federal income taxes are not deductible).	4.17

TAXES LEVIED IN HAWAII

(Continued)

<u>TAX</u>	<u>BRIEF PROVISIONS</u>	<u>% OF TOTAL COLLECTIONS¹</u>
PERSONAL INCOME	At graduated rates on net incomes of individuals: first \$500, 3%; next \$500, 3-1/2%; next \$1,000, 4%; next \$3,000, 5%; next \$5,000, 6%; next \$10,000, 7%; next \$10,000 8%; and on excess over \$30,000, 9%. Capital gains taxable at 3% maximum. Federal "cost of living" allowances paid civilian employees are taxable. Deductions generally follow federal law, including among others, local taxes paid (federal taxes are not deductible), contributions, interest paid, medical expense, union and professional dues. Personal exemptions: individuals, \$400 for each federally allowed exemption (except blindness); estates, \$400; trust required to distribute all income, \$200; other trusts, \$80; blind persons, \$5,000. Joint returns with split income permitted. Taxes withheld by employers; other taxpayers are required to file estimated income returns and make quarterly payments of estimated taxes. Annual returns required.	19.03
INHERITANCE AND ESTATE	On inheritance with exemptions determined by relationship of heir to the deceased, as follows: <u>Spouse:</u> Exemption \$20,000, with graduated rates from 2% on first \$15,000 to 6% over \$250,000. <u>Parent, Child, Grandchild or Adopted Child:</u> Exemption \$5,000 with graduated rates from 1-1/2% on first \$15,000 to 7-1/2% over \$250,000. <u>All Others:</u> Exemption \$500, with graduated rates from 3-1/2% on first \$4,500 to 9% over \$100,000. Estate tax incorporating the 80% credit allowed by the federal estate tax is imposed.	0.49
PROPERTY	On real property, land and improvements (no tax on personal property). Rate varies from year to year and between counties. Assessment based on about 70% of "fair market value." In addition to certain exempt properties, a maximum \$3,250 home exemption is granted. For 1959, rates per \$1,000 of net assessed valuation were: Oahu \$15.15; Maui \$16.57; Hawaii \$16.50; Kauai \$17.52.	13.33
LICENSES, FEES, AND PERMITS	Various business and occupation, as well as non-business license, fees and permits are imposed either by the state or county governments.	1.01
		100.00

NOTE: In addition all federal taxes are applicable.

1. Based on fiscal 1959 state collections (excluding Unemployment Compensation) and calendar 1958 county collections.

SOURCE: Tables 4 and 7 and Revised Laws of Hawaii 1955, as amended.

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TABLE 1

TRENDS IN PER CAPITA PERSONAL INCOME

All States — Selected Calendar Years

States	1948		1957		1958		% Change 1958 from	
	Amount	Rank	Amount	Rank	Amount	Rank	1948	1957
HAWAII	\$1,411	22	\$1,821	29	\$1,852	29	31.3	1.7
48-State Average	1,417	--	2,042	--	2,056	--	45.1	0.7
Alabama	856	47	1,329	46	1,359	46	58.8	2.3
Alaska	NA	--	NA	--	NA	--	--	--
Arizona	1,216	33	1,873	22	1,932	22	58.9	3.2
Arkansas	847	48	1,160	48	1,228	47	45.0	5.9
California	1,750	5	2,543	4	2,559	5	46.2	0.6
Colorado	1,394	25	2,019	16	2,047	15	46.8	1.4
Connecticut	1,752	4	2,855	1	2,817	1	60.8	- 1.3
Delaware	1,766	3	2,802	2	2,760	2	56.3	- 1.5
Florida	1,184	35	1,837	26	1,876	27	58.4	2.1
Georgia	948	43	1,443	42	1,487	42	56.9	3.0
Idaho	1,281	28	1,656	36	1,701	36	32.8	2.7
Illinois	1,809	1	2,460	7	2,435	7	34.6	- 1.0
Indiana	1,440	21	2,048	14	1,990	19	38.2	- 2.8
Iowa	1,547	13	1,838	25	1,863	28	20.4	1.4
Kansas	1,277	29	1,830	28	2,001	18	56.7	9.3
Kentucky	965	42	1,373	44	1,397	44	44.8	1.7
Louisiana	1,002	41	1,583	39	1,576	40	57.3	- 0.4
Maine	1,229	31	1,675	34	1,704	35	38.6	1.7
Maryland	1,458	18	2,184	11	2,221	9	52.3	1.7
Massachusetts	1,513	15	2,346	8	2,394	8	58.2	2.0
Michigan	1,542	14	2,192	10	2,099	13	36.1	- 4.2
Minnesota	1,404	23	1,856	24	1,916	24	36.5	3.2
Mississippi	753	49	979	49	1,053	49	39.8	7.6
Missouri	1,384	26	1,974	18	2,037	16	47.2	3.2
Montana	1,598	10	1,899	21	1,920	23	20.2	1.1
Nebraska	1,463	17	1,834	27	1,894	25	29.5	3.3
Nevada	1,750	6	2,469	6	2,569	4	46.8	4.1
New Hampshire	1,269	30	1,860	23	1,885	26	48.5	1.3
New Jersey	1,650	7	2,532	5	2,521	6	52.8	- 0.4
New Mexico	1,076	40	1,720	32	1,838	30	70.8	6.9
New York	1,798	2	2,544	3	2,585	3	43.8	1.6
North Carolina	944	44	1,331	45	1,384	45	46.6	4.0
North Dakota	1,383	27	1,457	41	1,697	37	22.7	16.5
Ohio	1,552	12	2,261	9	2,184	10	40.7	- 3.4
Oklahoma	1,130	38	1,654	37	1,740	34	54.0	5.2
Oregon	1,609	8	1,968	19	2,006	17	24.7	1.9
Pennsylvania	1,446	20	2,141	12	2,127	12	47.1	- 0.7
Rhode Island	1,513	16	1,979	17	1,966	20	29.9	- 0.7
South Carolina	879	46	1,188	47	1,218	48	38.6	2.5
South Dakota	1,451	19	1,584	38	1,641	39	13.1	3.6
Tennessee	935	45	1,406	43	1,439	43	53.9	2.3
Texas	1,188	34	1,791	30	1,814	31	52.7	1.3
Utah	1,219	32	1,740	31	1,753	32	43.8	0.7
Vermont	1,170	36	1,714	33	1,745	33	49.1	1.8
Virginia	1,112	39	1,657	35	1,674	38	50.5	1.0
Washington	1,600	9	2,134	13	2,160	11	35.0	1.2
West Virginia	1,146	37	1,575	40	1,509	41	31.7	- 4.2
Wisconsin	1,402	24	1,938	20	1,936	21	38.1	- 0.1
Wyoming	1,554	11	2,038	15	2,088	14	34.4	2.5

SOURCE: Survey of Current Business; Sept. 1955 and July 1959, U. S. Department of Commerce.

TABLE 2
TRENDS IN POPULATION
State of Hawaii — By Counties
Mid-Year Estimates¹

Year	State		Honolulu		Maui ²		Hawaii		Kauai ³	
	Number	Annual Change	Number	Annual Change	Number	Annual Change	Number	Annual Change	Number	Annual Change
1949	481,537	- 2.0%	334,879	- 3.3%	48,525	- 0.5%	68,448	2.5%	29,685	1.9%
1950	471,447	- 2.1	323,517	- 3.4	48,833	0.6	68,830	0.6	30,267	2.0
1951	472,602	0.2	328,426	1.5	47,729	- 2.3	66,330	- 3.6	30,117	- 0.5
1952	465,325	- 1.5	325,797	- 0.8	46,236	- 3.1	64,004	- 3.5	29,288	- 2.8
1953	473,214	1.7	335,054	2.8	45,666	- 1.2	62,894	- 1.7	29,600	1.1
1954	481,386	1.7	343,414	2.5	45,443	- 0.5	62,956	0.1	29,573	- 0.1
1955	500,976	4.1	362,196	5.5	45,764	0.7	63,366	0.7	29,650	0.3
1956	523,359	4.5	386,694	6.8	45,262	- 1.1	62,666	- 1.1	28,737	- 3.1
1957	551,537	5.4	416,112	7.6	44,087	- 2.6	62,503	- 0.3	28,835	0.3
1958	575,771	4.4	443,542	6.6	43,571	- 1.2	60,710	- 2.9	27,948	- 3.1
1959	597,910	3.8	466,402	5.2	43,540	- 0.1	59,996	- 1.2	27,972	0.1

1. Excludes resident military, but includes military dependents.
2. Includes Molokai and Lanai Islands.
3. Includes Niihau Island.

SOURCE: Bureau of Vital Statistics, State Department of Health.

TABLE 3
TRENDS IN HAWAII
Personal Income, Tax Collections, Visitors, Employment
1949 Base Year

Year	Personal Income ¹		Tax Collections ²		Visitors ³		Employment ⁴	
	Per Capita	% Change	Per Capita	% Change	Number	% Change	Number	% Change
1949	\$1,411	--	\$137	--	34,386 ⁵	--	168,400	--
1950	1,354	- 4.0	138	0.7	46,593	35.5	169,600	0.7
1951	1,403	- 0.6	156	13.9	51,565	50.0	182,600	8.4
1952	1,586	12.4	167	21.9	60,539	76.1	183,800	9.1
1953	1,721	22.0	171	24.8	80,346	133.7	185,400	10.1
1954	1,740	23.3	172	25.5	91,287	165.5	181,700	7.9
1955	1,717	21.7	171	24.8	109,798	219.3	185,400	10.1
1956	1,731	22.7	177	29.2	133,815	289.2	196,000	16.4
1957	1,787	26.6	185	35.0	168,829	391.0	201,500	19.7
1958	1,821	29.1	213	55.5	171,588	399.0	202,300	20.1
1959	1,852	31.3	235	71.5	242,000 ⁶	603.8	211,300	25.5

1. Prior calendar year figures.
2. Fiscal year state and prior calendar year county taxes combined; excludes unemployment compensation contributions.
3. Two day or longer visitors.
4. Civilians employed June 15.
5. Year of dock strike - 1948 visitors 36,397.
6. Preliminary.

SOURCE: Survey of Current Business, U. S. Department of Commerce; Reports of the State Director of Taxation, State Comptroller; City and County Controller; County Auditors; Hawaii Visitors Bureau; and State Department of Labor and Industrial Relations.

TABLE 4
TAX COLLECTIONS IN HAWAII
Selected Years by Units of Government

Unit of Government and Sources	1949	1954	1957	1958	1959
Federal (Fiscal Years)					
Ind. Income and Employment.....	\$ 61,451,574	\$ 95,394,000	\$110,947,000	\$122,838,000	\$132,024,000
Corp. Income and Excess Profits.....	19,823,916	30,991,000	33,621,000	33,764,000	30,730,000
Retail Excise.....	1,154,904	1,237,000	995,000	1,069,000	1,113,000
Communications.....	1,073,437	1,618,000	1,321,000	1,455,000	1,717,000
Transportation, Persons and Property.....	1,098,333	1,218,000	1,252,000	1,278,000	1,060,000
Admissions.....	2,188,942	1,890,000	1,096,000	1,004,000	987,000
Unemployment Insurance.....	490,441	582,000	665,000	728,000	744,000
All Others.....	3,921,664	3,245,000	4,377,000	4,170,000	6,791,000
Sub Total.....	\$ 91,203,211	\$136,175,000	\$154,274,000	\$166,306,000	\$175,166,000 ⁷
State of Hawaii (Fiscal Years)					
Gross Income ¹	\$ 26,887,753	\$ 32,622,320	\$ 38,138,517	\$ 48,621,304	\$ 54,622,961
Fuel.....	5,942,600	8,438,335	11,873,574	12,322,899	13,176,192
Liquor.....	1,653,057	1,989,520	2,173,822	2,750,252	3,003,271
Tobacco.....	643,091	1,115,836	1,249,024	1,698,496	1,823,001
Insurance.....	934,231	1,019,605	1,229,012	1,382,782	1,683,269
Public Utilities.....	1,939,010	2,412,909	3,003,093	3,382,493	3,766,336
Banks and Other Financial Corporations ²	125,000	172,069	175,000	281,610	465,579
Corporate Income ³	3,898,933	3,098,883	4,162,393	4,616,399	5,658,794
Personal Income ⁴					
Compensation and Dividends.....	9,798,167	11,720,270	13,218,342	9,233,529	179,887
Net Income.....	1,495,322	1,683,314	2,113,435	10,251,367	25,622,862
Inheritance and Estate.....	310,672	376,151	426,605	338,604	669,810
Real Property ⁵	9,789,493	11,099,850 ⁶	12,966,082 ⁶	16,143,893 ⁶	18,073,712
Licenses, Permits and Others.....	305,984	274,577	266,103	450,294	451,385
Unemployment Compensation.....	2,571,580	2,239,015	2,835,967	3,104,358	3,496,244
Sub Total.....	\$ 66,294,893	\$ 78,262,654	\$ 93,830,969	\$114,578,280	\$132,693,303
Counties (Previous Calendar Year)					
Liquor License Fees.....	\$ 403,516	\$ 456,641	\$ 408,186	\$ 418,600	\$ 435,466
Utility Franchise.....	329,662	497,221	659,612	746,402	842,903
Vehicle Weight.....	2,549,352	3,507,227	3,913,213	4,110,220	4,207,244
Licenses, Permits and Others.....	432,271	841,500	828,405	1,016,650	922,207
Sub Total.....	\$ 3,714,801	\$ 5,302,589	\$ 5,809,416	\$ 6,291,872	\$ 6,407,820
Grand Total.....	\$161,212,905	\$219,740,243	\$253,914,385	\$287,176,152	\$314,267,123

1. Includes Consumption and Compensating Taxes.

2. Effective on 1957 income; Bank tax until January 1, 1958.

3. Includes payments on estimated taxes from January 1, 1958.

4. Compensation and Dividends Tax repealed effective 1-1-58. Net income includes withheld and estimated tax amounts from 1-1-58.

5. Adjusted for late collections. Includes Personal Property Taxes for prior years repealed 1-2-48 (\$12,224 for 1949).

6. Adjusted for \$4,722,281 collected in 1954 for 1953 and \$6,362,000 collected in 1958 for 1957.

7. Preliminary.

SOURCE: Internal Revenue Service, U. S. Treasury Department, Washington and Honolulu; State Comptroller; State Director of Taxation; City & County Controller and County Auditors.

TABLE 5
ALLOCATION OF STATE AND COUNTY TAXES

Hawaii — Fiscal Years 1958 and 1959
(In Thousands)

Types of Taxes	1958						1959					
	Allocated to						Allocated to					
	State	Honl.	Maui	Hawaii	Kauai	Total	State	Honl.	Maui	Hawaii	Kauai	Total
State Collections												
Gross Income	\$34,753	\$ 7,628	\$2,080	\$2,774	\$1,387	\$ 48,621	\$39,787	\$ 8,160	\$2,225	\$2,967	\$1,484	\$ 54,623
Fuel	8,033	3,203	475	357 ¹	255	12,323	8,605	3,386	506	404 ¹	275	13,176
Liquor	2,750					2,750	3,003					3,003
Tobacco	1,698					1,698	1,823					1,823
Insurance	1,383					1,383	1,683					1,683
Public Utilities	3,382					3,382	3,766					3,766
Banks & Fin. Corp. ²	282					282	466					466
Income - Corporate ²	4,616					4,616	5,659					5,659
Income - Individual ³	19,485					19,485	25,803					25,803
Inheritance	339					339	670					670
Real Property ⁴	--	12,857	1,238	1,263	786	16,144	--	14,175	1,232	1,843	823	18,073
Others	450					450	451					451
Unemp. Compensation	3,104					3,104	3,496					3,496
Sub Total	\$80,275	\$23,687	\$3,794	\$4,393	\$2,428	\$114,578	\$95,212	\$25,721	\$3,963	\$5,214	\$2,582	\$132,693
County Collections⁵												
Liquor Fees ⁶	\$ --	\$ 288	\$ 45	\$ 59	\$ 26	\$ 419	\$ --	\$ 305	\$ 47	\$ 58	\$ 26	\$ 436
Utility Franchise	--	621	29	72	24	746	--	702	34	80	28	843
Motor Vehicle Weight	--	2,921	375	524	290	4,110	--	3,032	375	515	285	4,207
All Others	--	774	77	118	48	1,017	--	723	62	97	40	922
Sub Total	--	\$ 4,605	\$ 526	\$ 773	\$ 388	\$ 6,292	--	\$ 4,762	\$ 518	\$ 750	\$ 378	\$ 6,408
Total	\$80,275	\$28,292	\$4,320	\$5,166	\$2,816	\$120,870	\$95,212	\$30,483	\$4,481	\$5,964	\$2,960	\$139,101

Details may not add to totals because of rounding.

1. Amounts retained by State for County highways excluded: \$383 during 1958, and \$404 during 1959.

2. Includes amounts paid on declared estimated taxes.

3. Includes Compensation & Dividends Taxes repealed 1-1-58; Public Welfare Taxes repealed 7-1-43; and Personal Net Income Taxes including payments for withholding and declared estimated taxes.

4. Includes Personal Property Tax collections for prior years; repealed 1-1-48.

5. Prior calendar year collections.

6. Collected by Liquor Commissions.

SOURCE: State Director of Taxation; State Comptroller; City and County Controller and County Auditors.

TABLE 6

STATE AND LOCAL TAX BURDEN

Tax Collections Related to Population and Personal Income
All States — Fiscal Years and 1959¹

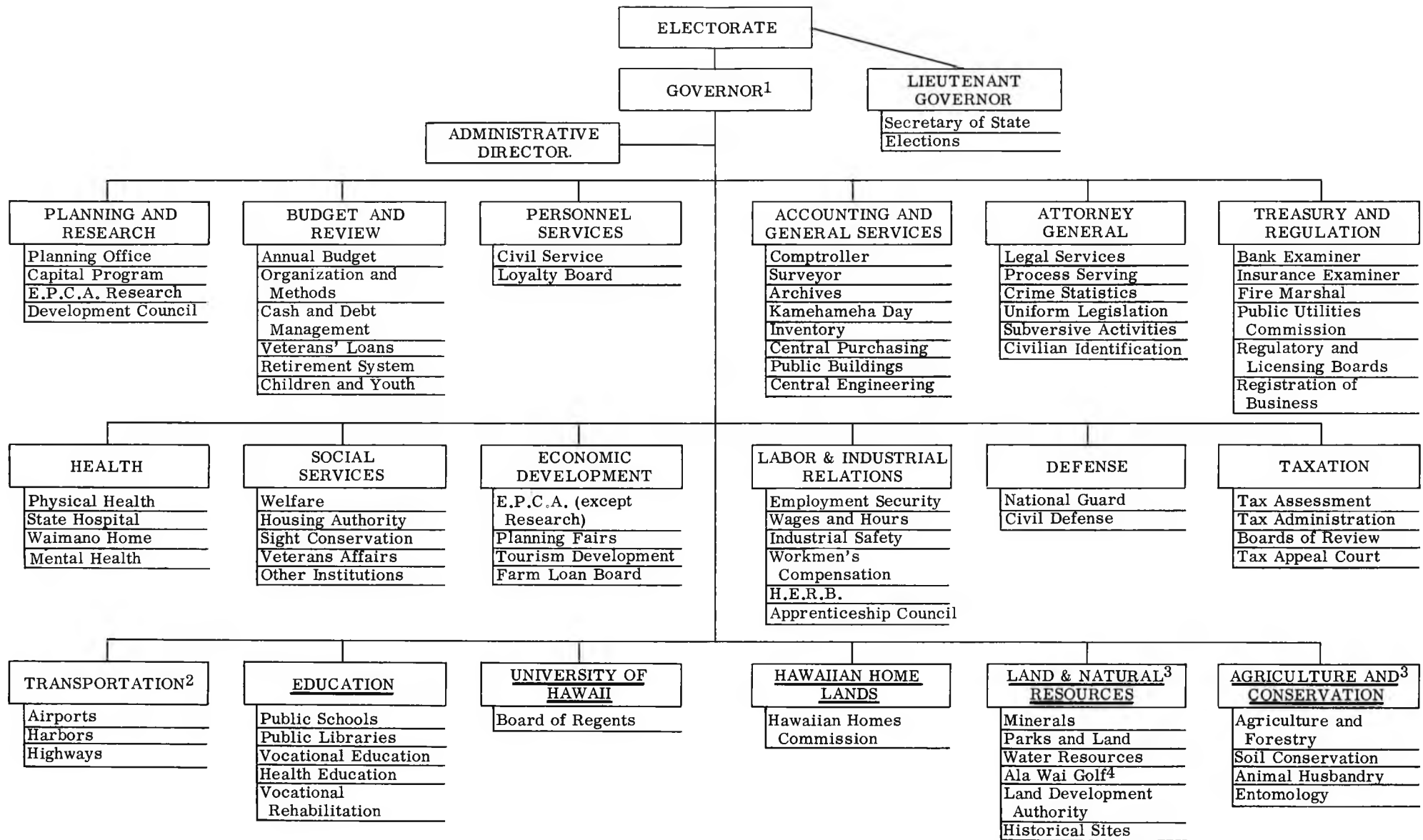
States	Per Capita Tax Collections					Per Capita Tax As a % of Per Capita Income ²			
	Fiscal 1958		Fiscal 1959 ¹		% Change 1959 over 1958	1958		1959	
	Amount	Rank	Amount	Rank		%	Rank	%	Rank
HAWAII	\$213.34	5	\$235.43	5	10.35	11.72	3	12.71	1
48-State Average	175.34	--	181.57	--	3.55	8.58	--	8.83	--
Alabama	102.68	49	107.41	48	4.61	7.73	39	7.90	40
Alaska	156.83	(34)	162.10	(35)	3.36	NA	--	NA	--
Arizona	178.68	19	193.75	15	8.43	9.54	22	10.03	13
Arkansas	112.46	45	120.79	43	7.41	9.69	19	9.84	20
California	247.17	1	255.92	1	3.54	9.72	17	10.00	14
Colorado	199.30	10	205.59	11	3.16	9.87	14	10.04	12
Connecticut	203.84	7	191.70	17	- 5.96	7.14	45	6.81	48
Delaware	152.20	36	197.30	13	29.63	5.43	49	7.15	45
Florida	171.45	23	188.62	20	10.01	9.33	25	10.05	11
Georgia	126.45	40	132.17	40	4.52	8.76	29	8.89	32
Idaho	161.63	30	169.17	33	4.66	9.76	15	9.95	18
Illinois	181.40	18	188.17	21	3.73	7.37	42	7.73	41
Indiana	162.85	29	177.54	28	9.02	7.95	37	8.92	30
Iowa	177.36	20	175.06	29	- 1.30	9.65	21	9.40	27
Kansas	190.50	15	219.26	6	15.10	10.41	8	10.96	7
Kentucky	107.18	47	111.79	46	4.30	7.81	38	8.00	39
Louisiana	166.56	25	185.88	24	11.60	10.52	6	11.79	2
Maine	165.65	26	169.84	31	2.53	9.89	12	9.97	16
Maryland	163.26	28	197.71	12	21.10	7.48	41	8.90	31
Massachusetts	217.93	4	243.03	4	11.52	9.29	26	10.15	10
Michigan	193.52	14	185.36	25	- 4.22	8.83	28	8.83	34
Minnesota	194.40	13	190.45	19	- 2.03	10.47	7	9.94	19
Mississippi	111.21	46	122.26	41	9.94	11.36	4	11.61	4
Missouri	135.71	39	140.86	38	3.79	6.87	48	6.92	46
Montana	195.49	12	210.01	9	7.43	10.29	9	10.94	8
Nebraska	147.15	37	151.91	36	3.23	8.02	35	8.02	38
Nevada	243.82	2	248.91	3	2.09	9.88	13	9.69	23
New Hampshire	157.53	34	169.73	32	7.74	8.47	33	9.00	28
New Jersey	185.53	17	207.97	10	12.10	7.33	43	8.25	37
New Mexico	163.78	27	177.68	27	8.49	9.52	23	9.67	24
New York	241.91	3	252.53	2	4.39	9.51	24	9.77	22
North Carolina	115.65	44	118.93	44	2.84	8.69	31	8.59	35
North Dakota	173.38	22	188.01	22	8.44	11.90	1	11.08	6
Ohio	159.27	33	162.20	35	1.84	7.04	47	7.43	44
Oklahoma	161.18	31	164.97	34	2.35	9.74	16	9.48	26
Oregon	201.02	9	180.39	26	-10.26	10.21	11	8.99	29
Pennsylvania	153.03	35	146.60	37	- 4.20	7.15	44	6.89	47
Rhode Island	161.14	32	188.01	23	16.67	8.14	34	9.56	25
South Carolina	103.99	48	107.93	47	3.79	8.75	30	8.86	33
South Dakota	173.53	21	190.87	18	9.99	10.96	5	11.63	3
Tennessee	122.02	41	121.78	42	- 0.20	8.68	32	8.46	36
Texas	142.60	38	140.25	39	- 1.65	7.96	36	7.73	42
Utah	168.21	24	171.67	30	2.06	9.67	20	9.79	21
Vermont	202.69	8	194.28	14	- 4.15	11.83	2	11.13	5
Virginia	117.53	43	106.79	49	- 9.14	7.09	46	6.38	49
Washington	196.32	11	215.26	7	9.65	9.20	27	9.97	17
West Virginia	119.15	42	116.61	45	- 2.13	7.57	40	7.73	43
Wisconsin	187.89	16	193.27	16	2.86	9.70	18	9.98	15
Wyoming	208.75	6	212.58	8	1.83	10.24	10	10.18	9

1. Computed from State Tax Collections according to percentages estimated by the U. S. Department of Commerce.

2. Fiscal year taxes as percent of prior calendar year personal incomes.

SOURCE: Government Finances in 1958 and State Tax Collections in 1959, Bureau of the Census, Oct. 28 and Aug. 23, 1959; Survey of Current Business, Office of Business Economics, July, 1959 - U. S. Department of Commerce.

HAWAII'S STATE GOVERNMENT DEPARTMENTAL ORGANIZATION CHART



NOTE: All departments headed by single executives except those underlined. (1) Governor to assign Pacific War Memorial Commission and International Cooperation Center. (2) Harbor, Airports and Highway Commissions to be abolished 7/1/61. (3) Consolidates into Agriculture and Natural Resources effective 7/1/62. (4) Ala Wai Golf Course to City-County on 9/1/60.

SOURCE: Act 1, Second Special Session, First State Legislature, 1959.

TABLE 7

GENERAL EXCISE TAX COLLECTIONS

State of Hawaii
Fiscal Years 1957 - 1959¹

Activities	1957 ²	1958	1959	Change 1959 from 1958	
				Amount	Percent
Retailing	\$16,004,194	\$22,382,656	\$24,725,200	\$2,342,544	10.47
Services	2,957,277	4,397,941	5,293,786	895,845	20.37
Contracting	3,030,587	4,637,543	6,504,447	1,866,904	40.26
Theater, Amusement, Radio	639,263	613,764	677,183	63,419	10.33
Interest	253,896	371,519	432,389	60,870	16.38
Commissions	866,034	1,172,960	1,315,025	142,065	12.11
Rentals	2,297,301	3,588,487	4,241,019	652,532	18.18
Airlines	194,694	314,459	329,887	15,428	4.91
All Others	458,885	718,190	623,114	- 95,076	-13.24
Consumption	726,183	1,132,845	1,132,006	- 839	- 0.07
Sub Total	\$27,428,314	\$39,330,364	\$45,274,056	\$5,943,692	15.11
Sugar Processing	\$ 2,847,765	\$ 2,453,881	\$ 2,335,524	-\$ 118,357	- 4.82
Pineapple Canning	2,296,362	2,690,732	2,460,635	- 230,097	- 8.55
Sub Total	\$ 5,144,127	\$ 5,144,613	\$ 4,796,159	-\$ 348,454	- 6.77
Producing	\$ 663,631	\$ 561,299	\$ 487,101	-\$ 74,198	-13.22
Manufacturing ³	1,692,499	888,958	1,277,559	388,601	43.71
Sub Total	\$ 2,356,130	\$ 1,450,257	\$ 1,764,660	\$ 314,403	21.68
Wholesaling	\$ 2,728,661	\$ 2,204,009	\$ 2,240,778	\$ 36,769	1.67
Intermediary Services	44,244	47,455	66,448	18,993	40.02
Compensating	258,309	211,744	204,136	- 7,608	- 3.59
Blind Vendors	3,046	3,659	3,487	- 172	- 4.70
Sub Total	\$ 3,034,260	\$ 2,466,867	\$ 2,514,849	\$ 47,982	1.95
Penalties	\$ 130,035	\$ 114,484	\$ 149,543	\$ 35,059	30.62
Licenses & Fees	45,651	114,719	123,694	8,975	7.82
Total Collections	\$38,138,517	\$48,621,304	\$54,622,961	\$6,001,657	12.34

1. Includes Consumption and Compensating Taxes.

2. Tax rates were changed effective July 1, 1957 as follows: Retailing, Consumption and all types of services from 2-1/2% to 3-1/2%; Producing and Manufacturing from 1-1/2% to 1%; Canning other than pineapple from 2-1/2% to 1%; Wholesaling, Intermediary Services and Compensating from 1% to 3/4% of 1%; Sugar Processing and Pineapple Canning unchanged at 2-1/2%; Blind Vendors unchanged at 1%.

3. Includes Canning other than Pineapple for 1957 (\$118,319) at 2-1/2% rate and other years (not segregated) at 1%.

SOURCE: State Director of Taxation.

TABLE 8

DISTRIBUTION OF GENERAL EXCISE TAXES

Hawaii — State and Counties¹
Fiscal Years 1957 - 1959

	1957	1958	1959	Change 1959 from 1958	
				Amount	Percent
Honolulu (55%)	\$ 7,148,782	\$ 7,627,826	\$ 8,159,649	\$ 531,823	6.97
Hawaii (20%)	2,599,557	2,773,755	2,967,145	193,390	6.97
Maui (15%)	1,949,668	2,080,316	2,225,359	145,043	6.97
Kauai (10%)	1,299,779	1,386,877	1,483,573	96,696	6.97
Sub Total - Counties	\$12,997,786	\$13,868,774	\$14,835,726	\$ 966,952	6.97
State Share	\$25,140,731	\$34,752,530	\$39,787,235	\$ 5,034,705	14.49
Total	\$38,138,517	\$48,621,304	\$54,622,961	\$ 6,001,657	12.34

1. Includes Consumption and Compensating Taxes.

SOURCE: State Director of Taxation.

TABLE 9

STATE PERSONAL INCOME TAX DATA

As at January 1, 1960

State	Tax Rate				Steps in Range	Exemptions			Federal Income Tax Deductible ⁹
	Min.	Up to	Max.	Over		Married	Single	Dependents	
HAWAII	3%	\$ 500	9%	\$ 30,000	8	\$ 800	\$ 400	\$400	No
Alabama	1.5	1,000	5	5,000	4	3,000	1,500	300	Yes
Alaska	14% of Federal income tax without deduction for Alaska tax								
Arizona	1	1,000	4.5	7,000	8	2,000	1,000	600	Yes
Arkansas	1	3,000	5	25,000	5	35	17.50	6	No
California	1	2,500	7	15,000	7	3,000	1,500	600	No
Colorado ¹	3	1,000	9	10,000	11	1,500	750	750	Yes
Delaware	1.5	1,000	8	8,000	8	1,200	600	600	Yes ¹⁰
Georgia	1	1,000	6	10,000	6	3,000	1,500	600	No
Idaho ²	3	1,000	9.5	5,000	6	1,200	600	600	Yes
Indiana	1.5% on gross income					(1,000 Per Taxpayer)			No
Iowa	0.75	1,000	3.75	4,000	5	30	15	7.50	Yes
Kansas	1.5	2,000	5.5	7,000	5	1,200	600	600	Yes
Kentucky	2	3,000	6	8,000	5	26	13	13	Yes
Louisiana	2	10,000	6	50,000	3	5,000 ⁸	2,500 ⁸	400	Yes
Maryland ³	3	Flat Rate				1,600	800	800	No
Massachusetts ¹	2.5 ⁴	Flat Rate				4,000	2,000	400	Yes ¹⁰
Minnesota ¹	1	500	10.5	20,000	11	30	10	14	Yes
Mississippi	2	5,000	6	25,000	5	6,000	4,000	0	No
Missouri	1	1,000	4 ⁷	9,000	7	2,400	1,200	400	Yes
Montana	1	1,000	7	7,000	6	1,200	600	600	Yes
New Hampshire	4.25 ⁵					(600 of taxable income)			No
New Mexico	1	10,000	4	100,000	4	2,500	1,500	200	Yes
New York	2	1,000	10	15,000	9	1,200	600	600	No
North Carolina	3	2,000	7	10,000	5	2,000	1,000	300	No
North Dakota	1	3,000	11	15,000	7	1,500	600	600	Yes
Oklahoma	1	1,500	6	7,500	6	2,000	1,000	500	Yes
Oregon	3	500	9.5	8,000	7	1,200	600	600	Yes
South Carolina	2	2,000	7	10,000	6	2,000	1,000	400	No
Tennessee	6 ⁶					0	0	0	No
Utah	1	1,000	5	4,000	5	1,200	600	600	Yes
Vermont	2	1,000	7.5	5,000	4	1,000	500	500	No
Virginia	2	3,000	5	5,000	3	2,000	1,000	200	No
Wisconsin ¹	1	1,000	8.5	14,000	15	14	7	7	Yes ¹⁰

Note: Optional short form tables may be used in Alabama, Arizona, California, Colorado, Hawaii, Iowa, Kansas, Kentucky, Maryland, Massachusetts, Minnesota, Missouri, Oklahoma, Oregon, Vermont and Wisconsin. In Arkansas, Iowa, Kentucky, Minnesota and Wisconsin personal exemptions are deducted from computed tax.

1. In addition to normal income tax, surtaxes are imposed as follows: Colorado 2% on certain incomes in excess of \$5,000; Kentucky 10% on first \$25 of normal tax, 20% on next \$75 and 30% on over \$100; Massachusetts 23%; Minnesota 10%; and Wisconsin 20%.
2. Excise tax of \$10 on each return filed.
3. Net investment income over \$500 is taxed at 5%.
4. Applies to business or employment income. Other rates are 1.5% on annuities and 6% on interest, dividends and gain on sale of intangibles.
5. Applies only to interest and dividends.
6. Applies only to income from stocks and bonds over \$25.
7. Deductions from tax are allowed - graduated from \$5 for net taxable incomes of \$1,000 to \$2,000 to \$135 for net taxable incomes over \$9,000.
8. Applies against first \$10,000 of net taxable income before exemptions.
9. Limited to federal tax on income taxed by the state in sixteen states.
10. Limited in Delaware to \$300; in Massachusetts to amount paid on business income; and in Wisconsin to 3% of net income before deductions for contributions and federal taxes.

SOURCE: State and Local Tax Service, Prentice-Hall, Inc., New York.

TABLE 10

STATE CORPORATION NET INCOME TAX

Rates and Estimated Burden On Selected Incomes

January 1, 1960

State	Tax Rate	Fed. Corp. Tax Deduct- ible	Estimated State Income Tax On Net Taxable Incomes of ⁷			
			\$5,000	\$50,000	\$500,000	\$1,000,000
HAWAII	5% on 1st \$25,000 5.5% over \$25,000	No	\$250	\$2,625	\$27,375	\$54,875
Alabama	3%	Yes ⁶	103	872	7,260	14,358
Alaska	(18.0% of Federal Tax)	No	270	3,690	45,810	92,610
Arizona ¹	1% on 1st \$1,000 5% over \$6,000	Yes ⁶	69	1,309	11,855	23,574
Arkansas ¹	1% on 1st \$3,000 5% over \$25,000	No	70	2,050	24,550	49,550
California	5.5% ²	No	275	2,750	27,500	55,000
Colorado	5% ²	No	250	2,500	25,000	50,000
Connecticut	3.75% ³ Min. \$20	No	188	1,875	18,750	37,500
Delaware	5% Min. \$10	No	250	2,500	25,000	50,000
Georgia	4%	No	200	2,000	20,000	40,000
Idaho	9.5% ⁵	Yes ⁶	312	2,680	22,305	44,111
Iowa	3%	Yes	103	872	7,260	14,358
Kansas	3.5%	Yes	120	1,015	8,451	16,712
Kentucky	5% on 1st \$25,000 7% over \$25,000	Yes ⁶	169	1,514	16,143	32,396
Louisiana	4% ⁴	Yes ⁶	19	1,040	9,517	18,936
Maryland	5%	No	250	2,500	25,000	50,000
Massachusetts	6.765% Min. \$25	No	338	3,383	33,825	67,650
Minnesota	9.3% Min. \$10	Yes ⁶	306	2,626	21,856	43,222
Mississippi ¹	2% on 1st \$5,000 6% over \$25,000	No	100	2,450	29,450	59,450
Missouri	2%	Yes ⁶	69	584	4,863	9,618
Montana	4.5% Min. \$10	No	250	2,500	25,000	50,000
New Jersey	1.75% ³	No	88	875	8,750	17,500
New Mexico	2%	Yes ⁶	69	584	4,863	9,618
New York	5.5% Min. \$25	No	275	2,750	27,500	55,000
North Carolina	6%	No	300	3,000	30,000	60,000
North Dakota ¹	3% on 1st \$3,000 6% over \$15,000	Yes ⁶	107	1,468	14,065	28,062
Oklahoma	4%	Yes ⁶	136	1,158	9,635	19,054
Oregon	6% ² Min. \$10	No	300	3,000	30,000	60,000
Pennsylvania	6%	No	300	3,000	30,000	60,000
Rhode Island	4% ³	No	200	2,000	20,000	40,000
South Carolina	5% ²	No	250	2,500	25,000	50,000
Tennessee	3.75%	No	188	1,875	18,750	37,500
Utah	4% Min. \$10	Yes ⁶	136	1,158	9,635	19,054
Vermont	5% Min. \$25	No	250	2,500	25,000	50,000
Virginia	5%	No	250	2,500	25,000	50,000
Wisconsin ¹	2% on 1st \$1,000 7% over \$6,000	Yes ⁶	133	2,762	29,257	58,696

Note: In certain states, specific credits are allowed against the computed tax. Because of variations, details are not shown.

1. Rates graduated.
2. Tax on Financial Institutions are: 9-1/2% in California; 6% in Colorado; 9% in Oregon; and 8% on certain institutions in South Carolina.
3. An alternative method of computation must be used if it yields a greater tax.
4. On net income in excess of that portion of \$3,000 which the taxable net income bears to total net income.
5. Excise tax of \$10 on filing return.
6. Specifically limited to federal tax on income taxed by the state, Wisconsin limits deduction to 10% of net income.
7. Where the federal corporate tax (or a portion) is allowed as a deduction, federal and state corporate income taxes (without limit, except for Wisconsin) have been deducted before application of the state rate; for Alaska, percentage is applicable on what the federal tax would be on net taxable income before deduction of state tax.

SOURCE: State and Local Tax Service, Prentice-Hall, Inc., New York.

TABLE II

TRENDS IN REAL PROPERTY RATES, NET VALUATIONS AND TAX COLLECTIONS

State of Hawaii, By Counties — 1949 - 1959 (Amounts in Thousands - Except Rates)

Calendar Year	City-County Honolulu ¹			Maui County			Hawaii County			Kauai County			Total		
	Valuation	Rate Per M	Tax Rev. ²	Valuation	Rate Per M	Tax Rev. ²	Valuation	Rate Per M	Tax Rev. ²	Valuation	Rate Per M	Tax Rev. ²	Valuation	Av. Rate Per M	Tax Rev. ²
1949	\$474,701	\$17.03	\$ 7,989	\$56,620	\$15.90	\$ 894	\$63,829	\$18.65	\$1,185	\$33,208	\$18.05	\$ 603	\$ 628,358	\$17.14	\$10,671
1950	524,360	15.74	8,288	63,615	14.15	904	73,115	16.41	1,198	39,633	15.14	604	700,722	15.63	10,994
1951	533,002	15.01	8,082	66,023	15.15	1,000	74,762	16.05	1,208	41,030	14.62	600	714,817	15.11	10,890
1952	559,139	14.84	8,104	64,910	15.41	990	70,418	17.04	1,246	41,107	14.60	603	735,574	15.09	10,943
1953	567,961	14.09	8,278	66,533	15.03	1,021	71,825	16.71	1,208	40,796	14.71	601	747,114	14.46	11,108
1954	588,506	13.93	8,447	66,762	14.98	1,003	71,735	16.73	1,211	40,730	14.73	602	767,774	14.33	11,263
1955	606,870	14.57	8,904	66,515	15.03	1,008	72,386	16.58	1,210	41,111	14.59	603	786,883	14.80	11,725
1956	773,558	10.74	8,489	72,459	13.80	1,001	86,484	13.88	1,164	45,810	13.10	603	978,311	11.35	11,257
1957	822,612	15.15	12,472	72,395	16.57	1,201	88,217	13.88	1,211	46,136	16.52	766	1,029,360	15.20	15,650
1958	870,751	15.15	13,133	73,217	16.57	1,225	90,855	15.62	1,436	46,441	17.52	811	1,081,265	15.39	16,605
1959	935,702	15.15	14,201	74,984	16.57	1,249	94,734	16.50	1,564	46,977	17.52	829	1,152,398	15.48	17,843

Note: Assessed valuation from 1956 at approximately 70% of market value. Prior years adjusted to 70% basis. Valuation is net assessed valuation for tax rate purposes.

1. Includes rates and tax revenues for Urban Redevelopment for 1952 and subsequent to 1953.

2. Tax revenues include collections for prior years and may reflect tax collections on a base of under or over 50% of assessed valuation of property on appeal.

SOURCE: Compiled by the Tax Foundation of Hawaii from reports of the State Department of Taxation.

TABLE II

GROSS VALUATIONS OF REAL PROPERTIES IN HAWAII

Non-Governmental — By Type and County¹

As at January 1, 1959 (Dollar Amounts in Thousands)

Type of Properties	Honolulu		Maui		Hawaii		Kauai		All Counties	
	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total
Sugar.....	\$ 29,903	2.54	\$25,994	27.68	\$ 24,703	21.24	\$29,467	51.09	\$ 110,067	7.62
Pineapple.....	11,181	0.95	17,271	18.39	--	--	3,168	5.49	31,620	2.19
Ranch.....	1,202	0.10	8,050	8.57	11,440	9.84	1,416	2.46	22,108	1.53
Owner - Occupies Homes ²	403,855	34.32	23,951	25.51	28,952	24.90	14,548	25.22	471,306	32.62
Public Utilities ³	28,965	2.46	1,975	2.11	1,073	0.92	149	0.26	32,162	2.23
Eleemosynary and Others ⁴	78,264	6.65	4,153	4.42	4,716	4.06	3,011	5.22	90,144	6.24
All Others.....	623,415	52.98	12,510	13.32	45,390	39.04	5,920	10.26	687,235	47.57
Total.....	\$1,176,785	100.00%	\$93,904	100.00%	\$116,274	100.00%	\$57,679	100.00%	\$1,444,642	100.00%

1. Assessors gross valuations excluding exempt properties of the United States, State and Counties.

2. Includes fee simple land and buildings, and leasehold buildings only. Not adjusted for home exemptions.

3. Exempt from property taxation since subject to special excise.

4. Religious, charitable, educational, hospitals and other exempt properties.

SOURCE: Reports of the State Director of Taxation.

TABLE 13

TAXABLE AND EXEMPT REAL PROPERTIES

State of Hawaii: January 1, 1959 — By Counties
(Dollar Amounts in Thousands Except Rates)

Type of Properties	Honolulu		Maui		Hawaii		Kauai		Total	
	Assessed Valuation	% of Total	Assessed Valuation	% of Total	Assessed Valuation	% of Total	Assessed Valuation	% of Total	Assessed Valuation	% of Total
Land	\$ 945,118	49.94	\$ 58,475	53.33	\$ 78,804	54.95	\$35,594	53.77	\$1,117,991	50.55
Improvements	947,439	50.06	51,171	46.67	64,604	45.05	30,605	46.23	1,093,819	49.45
Total	\$1,892,557	100.00	\$109,646	100.00	\$143,408	100.00	\$66,199	100.00	\$2,211,810	100.00
EXEMPT										
Government ¹	\$ 715,772	37.82	\$ 15,741	14.36	\$ 27,134	18.92	\$ 8,521	12.87	\$ 767,168	34.68
Public Utilities ²	28,965	1.53	1,975	1.80	1,073	0.75	149	0.22	32,162	1.46
Home ³	125,644	6.64	12,791	11.66	15,585	10.86	7,517	11.36	161,537	7.30
Other ⁴	78,264	4.14	4,153	3.79	4,716	3.29	3,011	4.55	90,144	4.08
DEDUCT:										
Total										
Exemptions	\$ 948,645	50.13	\$ 34,660	31.61	\$ 48,508	33.82	\$19,198	29.00	\$1,051,011	47.52
Appeals (50%)	8,209	0.43	1	0.00	167	0.12	24	0.04	8,401	0.38
Net Taxable	\$ 935,703	49.44	\$ 74,984	68.39	\$ 94,733	66.06	\$46,977	70.96	\$1,152,398	52.10
Rate Per M	\$ 15.15 ⁵		\$ 16.57		\$ 16.50		\$17.52			
Tax ⁵	\$ 14,201		\$ 1,249		\$ 1,564		\$ 829		\$ 17,843	

1. Includes U. S., State and County properties - detail not available.
2. Special Public Utilities tax applies in lieu of property and gross income taxes.
3. Property owned and occupied as a home. Basic exemption \$1,500; additional exemption 50% of assessed valuation in excess of \$1,500 but not exceeding \$5,000.
4. Non-profit educational, religious, community, hospital, veteran, cemetery and other designated properties.
5. Actual tax collections.
6. Includes rate of 50¢ per M for Urban Redevelopment.

SOURCE: State Director of Taxation.

TABLE 14

FEDERAL GRANTS TO HAWAII

As Reported By State Comptroller
Selected Fiscal Years

Purpose	1949	1954	1958	1959
Highways	\$ 4,198,753	\$ 4,626,163	\$ 3,512,870	\$ 4,380,315
Airports	336,637	172,099	29,439	254,363
National Guard	2,004,117	4,208,172	8,891,957	11,439,778
Hospital Construction	--	--	487,889	593,799
Public Health	475,882	488,580	558,335	547,043
Hansen's Disease	--	812,431	1,241,143	1,046,279
Education	426,514	3,132,779 ¹	2,803,948 ¹	3,981,549 ¹
School Construction	--	1,279,480	1,686,419	2,044,041
Aid to Dependent Children	945,852	2,197,847	2,542,258	2,690,773
Old Age Assistance	657,709	652,012	631,772	724,212
Other Public Welfare	90,844	594,688	644,162	716,902
Veterans' Assistance	1,931,971	570,617	783,408	731,994
Preservation of Natural Resources	373,764	471,557	820,253	841,556
Employment Security Administration	415,401	648,563	1,099,404	983,860
Miscellaneous ²	477,030 ³	169,606	353,838	394,628
Total	\$12,334,474	\$20,024,594	\$26,087,095	\$31,371,092

1. Increases due to grant for assistance to educational agencies in areas affected by federal activity; data also include grant for rural library service.
2. Includes expenses and/or salaries of Governor's office, Secretary of Hawaii, Supreme and Circuit Court Judges, Legislators, Civil Defense and others.
3. Includes Harbor Improvements of \$221,934.

SOURCE: State Comptroller

TABLE 15
STATE REVENUE RECEIPTS
Hawaii — Fiscal Years 1958 and 1959

Sources of Revenues	Fiscal 1958			Fiscal 1959		
	General Fund	Special Funds	Total	General Fund	Special Funds	Total
Tax Revenue						
General Excise.....	\$34,752,530	\$	\$ 34,752,530	\$39,787,235	\$	\$ 39,787,235
Specific Excises ¹	9,214,023	8,171,970	17,385,993	10,275,877	8,770,186	19,046,063
Individual Income.....	19,482,117		19,482,117	25,802,808		25,802,808
Corporate Income.....	4,616,177		4,616,177	5,658,795		5,658,795
Unemployment Compensation.....		3,099,449	3,099,449		3,488,517	3,488,517
Other Taxes, Licenses and Permits ²	739,125	192,517	931,642	1,245,324	177,193	1,422,517
Sub Total.....	\$68,803,972	\$11,463,936	\$ 80,267,908	\$82,770,039	\$12,435,896	\$ 95,205,935
Fines, Forfeits, Escheats.....	70,143	580	70,723	63,700	367	64,067
Federal Grants-in-aid.....	5,183,789	20,903,306 ³	26,087,095	5,296,825	26,074,267 ³	31,371,092
Revenues from other agencies.....	90,114	352,887	443,001	22,485	420,238	442,723
Rents and Royalties.....	1,683,718	593,310	2,277,028	1,614,883	675,540	2,290,423
Sales of Real Property.....		1,116,815	1,116,815		1,439,600	1,439,600
Earnings - General Departments.....	1,494,066	3,016,837	4,510,903	1,585,884	3,284,795	4,870,679
Earnings - Public Service Enterprises.....		2,695,247	2,695,247		2,962,564	2,962,564
Repayment Advances to other Civil Divisions.....		968,076	968,076		1,993,328	1,993,328
Repayment of Debt Costs from Counties.....	2,193,720		2,193,720	1,986,117		1,986,117
Interest Earned.....	112,529 ⁴	1,424,654	1,537,183	224,061 ⁴	1,588,172	1,812,233
Miscellaneous.....	127,154	1,097,280	1,224,434	76,787	2,211,693	2,288,480
TOTALS⁵	\$79,759,205	\$43,632,928	\$123,392,133	\$93,640,781	\$53,086,460	\$146,727,241

1. Includes Public Utilities, Tobacco, Liquor, Insurance, and Fuel taxes.

2. Includes Franchise tax, repealed taxes, inheritance taxes, boxing gate receipts, business and non-business licenses and permits.

3. Adjusted to correct amounts reported by Comptroller.

4. Excludes repayments of interest on state bonds from special fund agencies to avoid duplication.

5. Excludes transfers and repayments, except as shown.

SOURCE: State Comptroller.

TABLE 16

COUNTY OPERATING REVENUES

Hawaii — All Funds
Calendar Years: 1957 and 1958¹

Source of Revenues	1 9 5 7					1 9 5 8				
	Honolulu	Mau	Hawaii	Kauai	Total	Honolulu	Mau	Hawaii	Kauai	Total
Taxes										
Real Property	\$12,615,730 ²	\$1,201,033	\$1,211,081	\$ 741,730	\$15,769,574	\$13,197,735 ²	\$1,224,565	\$1,436,466	\$ 786,609	\$16,645,375
General Excise	7,000,000	1,987,620	2,736,827	1,358,075	13,082,522	7,456,143	2,062,429	2,769,689	1,367,155	13,655,416
Liquid Fuel	3,164,074	498,710	250,700 ³	245,234	4,158,718	3,000,969	479,194	377,092 ³	254,757	4,112,012
Utility Franchise	621,493	28,972	71,803	24,133	746,401	701,659	33,675	79,959	27,610	842,903
Motor Vehicle Weight	2,921,115	375,321	524,050	289,733	4,110,219	3,032,246	374,571	515,355	285,072	4,207,244
Liquor License and Fees	288,272	45,154	59,216	25,958	418,600	305,137	46,978	57,557	25,793	435,465
Parking Meter Fees	357,159	--	40,363	--	397,522	381,210	--	36,115	--	417,325
Other Licenses and Permits	773,979	76,582	117,971	48,132	1,016,664	723,239	62,413	96,699	39,856	922,207
Fines, Forfeits, and Escheats	713,855	17,417	32,603	5,500	769,375	900,053	21,683	27,514	3,889	953,139
Rentals and Interest	44,242	16,555	3,239	11,232	75,268	508,333	13,598	2,857	10,638	535,426
Garbage Collection Charges	1,143,902	30,000	--	--	1,173,902	1,210,735	25,200	--	--	1,235,935
Other Departmental Earnings	439,565	592,310	1,373,490	37,246	2,442,611	471,492	717,132	1,449,889	39,946	2,678,459
State Grants-in-Aid										
Indigent	760,194	94,976	118,683	57,158	1,031,011	809,390	99,765	137,893	54,871	1,101,919
TB Hospitals	--	579,553	571,877	395,604	1,547,034	--	553,874	601,304	408,805	1,563,983
Pensioners	170,614	92,245	107,288	57,265	427,412	204,126	115,967	131,945	69,438	521,476
Salary Adjustment	422,173	82,272	69,272	43,064	616,781	357,080	79,339	67,457	44,313	548,189
Others ⁴	151,061	35,601	83,286	63,426	333,374	178,620	42,663	66,212	77,012	364,507
Other Grants										
Federal	157,871	--	--	57,264	215,135	202,804	--	--	25,956	228,760
Hawaii Housing Authority	77,137	--	4,597	--	81,734	67,017	--	3,062	--	70,079
Land Sales	151,915	--	--	--	151,915	750,345	--	--	--	750,345
Miscellaneous	160,393	8,549	59,051	28,290	256,283	515,436	12,424	17,812	21,214	566,886
Totals	\$32,134,744	\$5,762,870	\$7,435,397	\$3,489,044	\$48,822,055	\$34,973,769	\$5,965,470	\$7,874,877	\$3,542,934	\$52,357,050

1. Excludes loan fund, improvement district funds, Trust fund, FSA Construction fund, water supply receipts and HHFA Urban Planning revenue.
2. Includes Urban Redevelopment.
3. Excludes amount withheld by the State for highways.
4. Includes, among others, fireboat for Honolulu only.

SOURCE: Reports of the City and County Controller and County Auditors.

TABLE 17
STATE AND COUNTY EXPENDITURES
Hawaii State: Fiscal 1959 — Counties: Calendar 1958
All Funds

Object of Expenditure	State	C & C of Honolulu	County of Maui	County of Hawaii	County of Kauai	Totals
General Government:						
Control	\$ 2,829,103	\$ 391,893	\$ 105,720	\$ 108,788	\$ 92,317	\$ 3,527,821
Staff Agencies	5,157,773	3,334,426	486,418	611,842	256,081	9,846,540
Public Safety and Correction:						
Police and Fire	151,929	6,488,050	866,293	1,125,540	744,312	9,376,124
Other Protection	15,398,169	1,123,318	50,469	40,541	34,104	16,646,601
Highways	13,624,853	5,817,789	867,985	1,162,512	752,418	22,225,557
Devel. and Cons. Natural Resources	4,060,666	--	--	--	--	4,060,666
Health and Sanitation	3,281,806	3,356,743	173,108	72,154	101,182	6,984,993
Hospitals and Institutions	9,176,543	731,013	948,978	1,624,796	51,809	12,533,139
Public Welfare	9,530,551	126,890	54,976	125,049	71,150	9,908,616
Schools:						
University	6,985,874	--	--	--	--	6,985,874
Public Schools	33,644,294	3,578,977	509,143	759,451	423,518	38,915,383
Libraries	1,007,768	--	--	--	12	1,007,780
Recreation	292,966	3,595,639	201,198	388,638	163,992	4,642,433
Utilities and Other Enterprises	5,823,584	25,000	149,053	--	--	5,997,637
Interest Expense	1,708,110 ³	2,117,823	155,085	129,922	116,867	4,247,807
Bond Redemption	2,202,869 ³	2,498,739	302,493	272,839	184,029	5,460,969
Retirement and Pension ¹	7,654,064	1,073,059	368,385	526,806	209,907	9,832,221
Unemployment Compensation	4,920,694	--	--	--	--	4,920,694
Miscellaneous	5,229,932	366,754	65,723	56,343	69,987	5,788,739
Sub Total	\$132,681,548	\$34,626,113	\$5,305,027	\$7,005,221	\$3,271,685	\$182,889,594
Less: State Grants						
Salary Adjustments ²	--	299,172	19,941	67,457	44,313	430,883
Total	\$132,681,548	\$34,326,941	\$5,285,086	\$6,937,764	\$3,227,372	\$182,458,711

Note: Intergovernmental transfers eliminated to avoid duplication. Excludes expenditures from Bond, Improvement District, Trust, FSA Construction, and Water Supply Funds. Debt charges are not segregated by functions, but are included as totals in Interest Expense and Bond Redemption.

1. Amounts not allocated to functions.

2. Detail by object of expenditure not available. Other grants have been deducted from specific expenditures to avoid duplication.

3. Includes \$921,404 interest and \$472,385 redemption costs on veterans bonds which are reimbursable from Veterans' Farm and Home Loan Fund.

SOURCE: State Comptroller, City and County Controller and County Auditors.

TABLE 18

STATEMENT OF INCOME AND EXPENDITURES

Hawaii State General Fund¹
Fiscal Years Ending June 30

Year	Receipts	Expenditures	Excess or Deficiency	Cash Balance or Cash Deficit
1951	\$ 48,889,957	\$ 51,748,565	-\$ 2,858,608	-\$ 1,069,678
1952	50,964,094	50,436,096	527,998	- 541,680
1953	52,891,571	53,618,111	- 726,540	- 1,268,220
1954	56,937,620	58,508,752	- 1,571,132	- 2,839,352
1955	57,433,917	62,627,496	- 5,193,579	- 8,032,931
1956	62,129,506	60,189,667	1,939,839	- 6,093,092
1957	67,851,240	65,681,517	2,169,723	- 3,923,369
1958	82,757,347	75,626,678	7,130,669	3,207,300
1959	99,086,926	83,664,125	15,422,801	18,630,101
1960 ²	113,886,430	115,039,660	- 1,153,230	17,476,871

1. Includes Federal Funds earmarked for specific purposes.
2. Estimated as at January 1, 1960 by the Department of Budget and Review.

SOURCE: Report on the General Fund for the Biennium 1957-59 as of June 30, 1958, State of Hawaii, Bureau of the Budget, September 5, 1958. State Comptroller's report for fiscal 1959, October, 1959.

TABLE 19

PRIVATE AND PUBLIC SCHOOL ENROLLMENT

State of Hawaii
As at December 31¹

Year	Total Enrollment	Private and Parochial Schools ²	Enrollment ³	Public Schools	
				Change over Preceding Year	
				Number	Per Cent
1944	99,581	17,340	82,241	- 247	-0.3
1945	95,732	14,426	81,306	- 935	-1.1
1946	104,764	21,890	82,874	1,568	1.9
1947	107,923	23,000	84,923	2,049	2.5
1948	111,595	24,760	86,835	1,912	2.3
1949	114,986	24,200	90,786	3,951	4.6
1950	118,099	24,196	93,903	3,117	3.4
1951	121,821	24,984	96,837	2,934	3.1
1952	127,185	25,864	101,321	4,484	4.6
1953	132,361	25,897	106,464	5,143	5.1
1954	139,356	25,812	113,544	7,080	6.7
1955	145,794	26,740	119,054	5,510	4.9
1956	152,444	27,587	124,857	5,803	4.9
1957	157,869	27,711	130,158	5,301	4.2
1958	163,787	28,699	135,088	4,930	3.8
1959	169,807	29,141 ⁴	140,666	5,578	4.1

1. Includes kindergartens.
2. Excludes private trade, vocational and technical schools.
3. Includes regular and special public schools.
4. As of September 1959.

SOURCE: State Department of Public Instruction.

TABLE 20

BONDED INDEBTEDNESS, DEBT LIMITS, DEBT MARGINS

General Purpose Bonds: December 31, 1959 and June 30, 1960 (Est.)¹
State of Hawaii and Counties

Governmental Unit	1959 Property Net Valuations	Debt Limits ²	Outstanding 12/31/59		Estimated Outstanding 6/30/60 ¹
			Amount	Margin ³	
State	\$1,152,397,810	\$172,859,672	\$113,637,000 ⁴	\$ 59,222,672 ⁵	\$111,690,000 ⁴
Honolulu	935,702,435	93,570,244	65,033,000	28,537,244	64,790,000
Maui	74,984,399	7,498,440	2,641,000	4,857,440	2,611,000
Hawaii	94,733,725	9,473,373	1,182,000	8,291,373	1,182,000
Kauai	46,977,251	4,697,725	1,505,000	3,192,725	1,476,000
TOTALS	--	\$288,099,454	\$183,998,000	\$104,101,454	\$181,749,000

1. Estimated by Tax Foundation based on outstanding bond issues at January 1, 1960.
2. State debt limit is \$60,000,000, but bonds in excess of this limit can be issued up to maximum 15% of valuations when authorized by two-thirds vote. County limits are 10% of valuations within each county.
3. Based on gross debt exclusive of cash reserves.
4. Includes only those bonds classified as general obligations under territorial status.
5. Pending legal decisions, territorial revenue bonds have been excluded in computation of debt margin. Outstanding amounts of such bonds are as follows:

Type of Bonds	Actual 12/31/59	Estimated 6/30/60
Highways	\$49,225,000	\$48,835,000
Airports	14,000,000	14,000,000
Harbors	4,368,000	4,368,000

SOURCE: State Departments of Budget and Review, Taxation, and Transportation; City and County Finance Director; County Auditors.

TABLE 21

STATE AND COUNTY GENERAL PURPOSE BONDS

Hawaii — By Governmental Unit
December 31, 1959

Governmental Unit	Outstanding Bonds			Authorized But Unissued Appropriations		
	State Credit ¹	County Credit	Total	State Credit ¹	County Credit	Total
State	\$ 73,689,238	\$ 71,000 ²	\$ 73,760,238	\$49,854,432	\$ --	\$49,854,432
Honolulu	29,352,558	65,033,000	94,385,558	12,422,621	5,000,000	17,422,621
Maui	3,292,178	2,608,000 ²	5,900,178	2,497,000	4,857,440 ³	7,354,440
Hawaii	5,441,276	1,182,000	6,623,276	3,790,800	3,091,000	6,881,800
Kauai	1,861,750	1,467,000 ²	3,328,750	929,900	50,000	979,900
TOTALS	\$113,637,000	\$70,361,000	\$183,998,000	\$69,494,753	\$12,998,440	\$82,493,193

1. Interest and principal payments on state bonds issued for county purposes are reimbursed by the counties. There is a question whether the authorizations are valid under State Constitutional Provisions.
2. County bonds for highway purposes issued prior to 1/1/45 chargeable to state highway department are as follows: Maui \$33,000 and Kauai \$38,000.
3. Act 59, SL 1951, authorized Maui County to issue bonds for schools.

SOURCE: State Department of Budget and Review; City and County Finance Director; County Auditors.

TABLE 22

PUBLIC BONDED DEBT IN HAWAII

State and County Outstanding Bonds¹
By Funds and Governmental Agencies — December 31, 1959

Governmental Unit and Agencies	State Bonds Chargeable to:			County Bonds Chargeable to:			Total All Bonds	
	General Revenues	Special Revenues	Total	General Revenues	Special Revenues	Total		
STATE								
General Fund	\$ 38,221,856	\$ --	\$ 38,221,856	\$ --	\$ --	\$ --	\$ 38,221,856	
Highways	5,191,499	49,225,000	54,416,499	71,000 ⁴	--	71,000 ⁴	54,487,499	
Aeronautics	5,348,962	14,000,000	19,348,962	--	--	--	19,348,962	
Harbors	9,503	4,368,000	4,377,503	--	--	--	4,377,503	
Water Authority ²	5,909,888	--	5,909,888	--	--	--	5,909,888	
Veterans' Loans	19,007,530	--	19,007,530	--	--	--	19,007,530	
HONOLULU								
General Fund	29,352,558	--	29,352,558	53,619,000	--	53,619,000	82,971,558	
Highways	--	--	--	11,414,000	--	11,414,000	11,414,000	
Water Supply ³	--	--	--	--	18,324,000	18,324,000	18,324,000	
Offstreet Parking	--	--	--	--	1,405,000	1,405,000	1,405,000	
MAUI								
General Fund	3,292,178	--	3,292,178	2,608,000 ⁴	--	2,608,000 ⁴	5,900,178	
Water	--	--	--	--	1,317,000	1,317,000	1,317,000	
HAWAII								
General Fund	5,441,276	--	5,441,276	1,182,000	--	1,182,000	6,623,276	
Water	--	--	--	--	1,172,000	1,172,000	1,172,000	
KAUAI								
General Fund	1,675,631	--	1,675,631	851,000	--	851,000	2,526,631	
Highways	--	--	--	175,000 ⁴	--	175,000 ⁴	175,000	
Water	186,119	--	186,119	441,000	--	441,000	627,119	
TOTAL	\$113,637,000	\$67,593,000	\$181,230,000	\$70,361,000	\$22,218,000	\$92,579,000	\$273,809,000	

1. Based on gross debt exclusive of cash reserves.

2. Moratorium on repayments for 10 years.

3. Includes suburban water bonds.

4. County bonds issued prior to 1/1/45 for highway purposes reimburseable from state highway funds total \$33,000 for Maui and \$38,000 for Kauai.

SOURCE: State Departments of Budget and Review, and Transportation; City-County Finance Director; County Auditors.

TAX FOUNDATION OF HAWAII
551 Alexander Young Building
Honolulu 13, Hawaii

TERRITORIAL PLANNING OFFICE
195 S KING ST
HONOLULU HAWAII

F H